

CITY OF SAN ANTONIO

DEVELOPMENT SERVICES AND FIRE DEPARTMENTS

TO: All Development Services Department (DSD) Customers

SUBJECT: INFORMATION BULLETIN 141

Determination of Valuation for Building Permit Applications

DATE: April 3, 2008

Revised March 13, 2009

The purpose of this information bulletin is to assist you in knowing in advance how the City of San Antonio's Planning and Development Services Department (PDSD) evaluates a project cost (valuation) provided by the applicant during intake/completeness review to determine permit fees for commercial projects or non-wood frame-masonry residential projects. The document provides the City of San Antonio with guidelines as to reasonable valuation for projects. The IB is NOT meant to replace the <u>actual</u> value of construction costs of a specific project.

The requirements for determination of the valuation of work being proposed as part of a building permit application is provided in Section 108.3 of the 2006 *International Building Code* (IBC). An estimate of the valuation of the work is required from the applicant as part of the submission package. Section 108.3 further states that if in the opinion of the building official the value is underestimated, the applicant can provide detailed estimates to meet the approval of the building official. The final building permit valuation shall be provided by the building official.

If the applicant provided valuation seems too low, PDSD will estimate the valuation of the project, based on Table 1 in this document to compare "reasonable" project valuations with that provided by the applicant. The table is based on square footage, type of occupancy and type of construction and therefore not meant to replace accurate valuations for a specific construction project. Table 1 is based on national valuations as published by the International Code Council (February 2009) and used with the Army Corp of Engineers' modifier for the City of San Antonio. The determination of valuation does not include the price of the land on which the building or structure is built, but does include site-work, foundation, structure, roof and coverings, interior finish-out for architectural, mechanical, electrical and plumbing systems as well as labor and contractor profits. If in the opinion of the building official the applicant provided valuation seems low, PDSD prefers that the applicant submit documentation of that lower valuation to calculate correct and fair permit fees, but without such documentation, PDSD will use the City estimated valuation from Table 1. Alternatively, if the applicant considers the City estimated valuation to high, the applicant may provide documentation of actual project valuation. Documentation of valuation may be provided by detailed cost estimates from the architects and engineers, or a copy of the contract from the selected contractor (or other PDSD approved documentation).

Projects are often split into phases for permits and construction. Permits for a foundation-only shall be taken as 10 percent of the estimated valuation for the completed building. A shell

building (including white boxes) is defined as a building that will not receive a certificate of occupancy upon completion, and for which separate tenant improvement plans will be submitted for plan review and permits at a later date. The estimated valuation for shell buildings shall be taken as 80 percent of the valuation for the completed building. If there was a previous foundation submittal, the shell permit shall be considered at 70 percent. The finish-out permit shall be considered the remaining 20 percent for valuation purposes. PDSD reserves the right to increase the percentage for shell permits depending on the actual design.

Table 1 does not in most cases apply to additions, alterations or repairs to existing buildings. The method used to estimate valuation using Table 1 is not appropriate since the underlying national data is based on new construction. However, the valuation using Table 1 may be used to determine the cost of an addition that is basically a stand-alone building which happens to be attached to an existing building.

The City of San Antonio's on-line fee calculator is used by applicants to pre-determine PDSD fees and often to have a check cut to pay those estimated fees. PDSD recommends that this information bulletin be utilized in advance to determine if your project cost will be lower or equal to that estimated by the method in this document. If your estimated project costs are lower or equal, you should plan on providing proof of that valuation with your submittal, especially if a check you bring in is based on the on-line calculator using your lower estimated valuation. Regardless though, the City will process a submittal as long as a check is sufficient to cover a "reasonable" amount of the plan review fees, and will create an escrow account if the check is over the amount of plan review fees. Overpayment or underpayment of the plan review fees will be adjusted when the permit is issued and the building permit fees are calculated.

Applicants should be aware that major changes to a project after fees are calculated and paid, may affect the valuation of the project and may result in recalculation and adjustment of plan review and building permit fees. Major changes include changes in construction type and size of the building made by the designer during plan review and/or after issuing the permits.

PDSD reserves the right to request a project's documentation of detailed cost estimates for any project where the total value of the work appears low, even if the valuation is greater than that estimated by Table 1. This request will not normally hold or delay the intake process, review, or inspection process. However, questions concerning valuation during the construction/inspection phase could delay the issuance of a certificate of occupancy.

We hope this information bulletin is of assistance in helping you understand the process of estimating your project's valuation and subsequent calculation of building plan review and permit fees. If you have any questions regarding this information bulletin, please contact the Completeness and Assignment Review (CAR) staff at the following:

City of San Antonio
Planning and Development Services Department
Building Development Division
Plans and Permits Section – Attn: CAR Staff
1901 S. Alamo St.
San Antonio, TX 78204
commercialpermits@sanantonio.gov
p: 210-207-0143, f: 210-207-0151

Table 1 City of San Antonio Development Services - Square Foot Construction Costs

Group	2006 IBC	Type of Construction								
		IA*	IB*	IIA	IIB	IIIA	IIIB	IV	VA	VB
A-1	Assembly, theaters, with stage	191.35	185.17	180.87	173.28	163.13	158.32	167.74	148.83	143.35
	Assembly, theaters, without									
	stage	173.30	167.12	162.81	155.22	145.11	140.30	149.68	130.82	125.33
A-2	Assembly, nightclubs	147.52	143.37	139.72	134.41	126.41	122.88	129.71	114.62	110.78
	Assembly, restaurants, bars,									
A-2	banquet halls	146.60	142.45	137.88	133.49	124.57	121.96	128.79	112.78	109.86
A-3	Assembly, churches	176.39	170.21	165.90	158.31	148.17	143.36	152.77	133.88	128.39
	Assembly, general, community									
A-3	halls, libraries, museums	149.14	142.96	137.73	131.06	119.44	116.10	125.52	105.70	101.14
A-4	Assembly, arenas	172.38	166.20	160.97	154.30	143.27	139.38	148.76	128.98	124.41
В	Business	148.21	142.88	138.30	131.78	119.91	115.36	126.62	105.08	100.71
E	Education	162.15	156.69	152.24	145.60	136.46	129.48	140.79	120.09	115.56
	Factory and Industrial,									
F-1	moderate hazard	89.86	85.74	80.85	78.16	70.01	66.89	75.01	57.65	54.50
	Factory and Industrial, low									
F-2	hazard	88.94	84.82	80.85	77.24	70.01	65.97	74.09	57.65	53.58
H-1	High Hazard, explosive	84.18	80.05	76.08	72.47	65.41	61.38	69.33	53.06	0.00
H-234	High Hazard	84.18	80.05	76.08	72.47	65.41	61.38	69.33	53.06	48.98
H-5	HPM	148.21	142.88	138.30	131.78	119.91	115.36	126.62	105.08	100.71
	Institutional, supervised	4 40 44	4 40 00	400.40	400.00	4040=	404 =0	40=00	440.40	400.00
I-1	environment	148.41	143.32	139.48	133.82	124.95	121.53	135.06	113.10	108.66
I-2	Institutional, hospitals	249.44	244.10	239.53	233.01	220.46	0.00	227.84	205.63	0.00
I-2	Institutional, nursing homes	174.39	169.05	164.48	157.96	146.43	0.00	152.79	131.60	0.00
I-3	Institutional, restrained	170.35	165.02	160.44	153.92	143.21	137.74	148.76	128.38	122.17
I-4	Institutional, day care facilities	148.41	143.32	139.48	133.82	124.95	121.53	135.06	113.10	108.66
M	Mercantile	109.70	105.55	100.98	96.59	88.27	85.65	91.89	76.48	73.55
R-1	Residential, hotels	150.36	145.27	141.43	135.77	126.67	123.25	136.78	114.82	110.39
R-2	Residential, multiple family	126.01	120.92	117.08	111.42	102.44	99.02	112.55	90.59	86.16
R-3***	Residential, one and two family	119.58	116.26	113.41	110.41	106.36	103.60	108.58	99.67	93.79
	Residential, care/assisted living									
R-4	facilities	148.41	143.32	139.48	133.82	124.95	121.53	135.06	113.10	108.66
S-1	Storage, moderate hazard	83.26	79.13	74.24	71.55	63.57	60.46	68.41	51.22	48.06
S-2**	Storage, low hazard	82.34	78.21	74.24	70.63	63.57	59.54	67.49	51.22	47.14
U	Utility, miscellaneous	63.57	60.10	56.52	53.70	48.49	45.21	50.68	38.28	36.44

^{*} Add 0.8% to total cost for each story over three

** Deduct 11% for mini-warehouses

*** R-3 Residential does not include 1 and 2 family dwellings (single family and duplexes), but may include adult, childcare and congregate living facilities